

<b>AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT</b>			1. CONTRACT ID CODE		PAGE OF PAGES <b>1   5</b>		
2. AMENDMENT/MODIFICATION NO. <b>0004 (Four)</b>		3. EFFECTIVE DATE <b>February/28/2007</b>		4. REQUISITION/PURCHASE REQ. NO.		5. PROJECT NO. <i>(If applicable)</i>	
6. ISSUED BY  <b>American Embassy - Asuncion</b> <b>1776 Mariscal López Avenue and Kubitschek – Asuncion, Paraguay</b> Phone: (595)(21) 213-715 Fax: (595)(21) 213-878		CODE		7. ADMINISTERED BY <i>(If other than Item 6)</i> CODE <b>Same a block #6</b>			
8. NAME AND ADDRESS OF CONTRACTOR <i>(NO., street,city,county,State,and ZIP Code)</i>				9a. AMENDMENT OF SOLICITATION NO.  <b>S-PA100-06-R-0001</b>			
				9b. DATED <i>(SEE ITEM 11)</i>  <b>12/22/2006</b>			
				10a. MODIFICATION OF CONTRACT/ORDER NO.			
				10b. DATED <i>(SEE ITEM 13)</i>			
<b>11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS</b>							
<p>[ <b>X</b> ] The above numbered solicitation is amended as set forth in Item 14. The hour and date specified for receipt of Offers [ <b>X</b> ] is extended, [ ] is not extended</p> <p>Offers must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation or as amended, by one of the following methods: (a) By completing Items 8 and 15, and returning <u>  <b>1</b>  </u> copies of the amendment;(b) By acknowledging receipt of this amendment on each copy of the offer submitted; or(c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers.</p> <p><b>FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER.</b> If by virtue of this amendment you desire to change an offer already submitted, such change may be made by telegram or letter, provided each telegram or letter makes reference to the solicitation and this amendment, and is received prior to the opening hour and date specified.</p>							
<b>12. ACCOUNTING AND APPROPRIATION DATA <i>(If required)</i></b>							
<b>13. THIS ITEM APPLIES ONLY TO MODIFICATIONS OF CONTRACTS/ORDERS, IT MODIFIES THE CONTRACT/ORDER NO. AS DESCRIBED IN ITEM 14.</b>							
A. THIS CHANGE ORDER IS ISSUED PURSUANT TO: <i>(Specify authority)</i> THE CHANGES SET FORTH IN ITEM 14 ARE MADE IN THE CONTRACT ORDER NO. IN ITEM 10A.							
B. THE ABOVE NUMBERED CONTRACT/ORDER IS MODIFIED TO REFLECT THE ADMINISTRATIVE CHANGES <i>(such as changes in paying office, appropriation date, etc.)</i> SET FORTH IN ITEM 14, PURSUANT TO THE AUTHORITY OF FAR 43.103(b)							
C. THIS SUPPLEMENTAL AGREEMENT IS ENTERED INTO PURSUANT TO AUTHORITY OF:							
D. OTHER <i>(Specify type of modification and authority)</i>							
E. <b>IMPORTANT:</b> Contractor [ ] is not, [ ] is required to sign this document and return <u>  </u> copies to the issuing office.							
<b>14. DESCRIPTION OF AMENDMENT/MODIFICATION <i>(Organized by UCF section headings, including solicitation/contract subject matter where feasible.)</i></b>							
<p><b>1.</b> The solicitation referenced in block #9a. above is hereby amended to change/revise the price tables in clauses B.2.2 through B.2.5 in section B as shown in the next pages.</p> <p>Except as provided herein, all terms and conditions of the document referenced in Item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.</p>							
15A. NAME AND TITLE OF SIGNER <i>(Type or print)</i>				16A. NAME OF CONTRACTING OFFICER  <b>R. Scott Bowers – Contracting Officer</b>			
15B. NAME OF CONTRACTOR/OFFEROR  BY _____ <i>(Signature of person authorized to sign)</i>		15C. DATE SIGNED		16B. UNITED STATES OF AMERICA  BY _____ <i>(Signature of Contracting Officer)</i>		16C. DATE SIGNED	

## SECTION B

### PART I PRICE - HEALTH INSURANCE

#### B.1. Health Insurance Services.

The Contractor shall provide Health Insurance services to employees of the Government of the United States of America in **Paraguay**. The groups of employees who shall be provided this insurance are listed in C.1.2. This insurance shall be provided in accordance with Section C and the Exhibit(s) in Section J.

#### B.2. Prices.

This is a fixed price with economic price adjustment requirements type contract under which will be issued firm, fixed-price task orders. The fixed prices/premium rates (in local currency) for the health insurance services as specified in Section C and Exhibit A of Section J are as follows:

**\* Note to Offerors/Contractors:** VAT is not applicable at this time to the USG Share (see clause C.1.) due to a Government Of Paraguay (GOP) tax exemption, so Contractor shall not charge for VAT to the USG share while GOP Law No. 110/92 from GOP's Ministry of Finance exempting for VAT charges is in effect. VAT charge however, is not exempted to the Employee' share and shall be included in the invoice.

##### B.2.1. BASE YEAR OF CONTRACT:

Bi-Weekly Rates Per Employee:

Category	Estimated Number of Employees	Rate per Employee	Subtotal/ TOTAL
Single Employees (Self only)	----	----	----
Family Plan	160		
VAT (IVA) on 15% for employees share			
SUBTOTAL			

<b>TOTAL Price for Base Year (Subtotal x 26):</b>	
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**B.2.2. FIRST OPTION YEAR OF THE CONTRACT:**

Bi-Weekly Rates Per Employee:

Category	Estimated Number of Employees	Rate per Employee	Subtotal/ TOTAL
Single Employees (Self only)	----	----	----
Family Plan	160		
VAT (IVA) on 15% for employees share			
SUBTOTAL			

<b>TOTAL Price for First Option Year (Subtotal x 26):</b>	
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**B.2.3. SECOND OPTION YEAR OF THE CONTRACT:**

Bi-Weekly Rates Per Employee:

Category	Estimated Number of Employees	Rate per Employee	Subtotal/ TOTAL
Single Employees (Self only)	----	----	----
Family Plan	160		
VAT (IVA) on 15% for employees share			
SUBTOTAL			

<b>TOTAL Price for Second Option Year (Subtotal x 26):</b>	
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**B.2.4. THIRD OPTION YEAR OF THE CONTRACT:**

Bi-Weekly Rates Per Employee:

Category	Estimated Number of Employees	Rate per Employee	Subtotal/ TOTAL
Single Employees (Self only)	----	----	----
Family Plan	160		
VAT (IVA) on 15% for employees share			
SUBTOTAL			

<b>TOTAL Price for Third Option Year (Subtotal x 26):</b>	
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#### B.2.5. FOURTH OPTION YEAR OF THE CONTRACT:

Bi-Weekly Rates Per Employee:

Category	Estimated Number of Employees	Rate per Employee	Subtotal/TOTAL
Single Employees (Self only)	----	----	----
Family Plan	160		
VAT (IVA) on 15% for employees share			
SUBTOTAL			

<b>TOTAL Price for Fourth Option Year (Subtotal x 26):</b>	
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<b>GRAND TOTAL BASE PERIOD PLUS OPTION YEARS:</b> _____
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#### B.3 Administrative Retention Amounts

B.3.1 If the Contractor requests a price adjustment under B.4 below, the Contractor must present cost experience data that includes the retention amount. For purposes of any economic price adjustment, this retention amount is a fixed amount that is a part of the premium amounts in B.2. This retention amount will not be adjusted for any reason.

The retention amount is part of the premium and may include, but not be limited to, such costs as overhead and general and administrative costs. It will also include any profit. Essentially, it includes all costs except the actual portion of the premium intended to fund claims paid to the health care provider/claimant.

B.3.2 sets forth the retention amounts per premium paid for each category of premium and for each period of performance.

**NOTE TO OFFEROR - Fill in the fixed retention amounts for each period of performance and for each category of premium. This fixed amount must be expressed in the currency in which the premium amount is proposed. The fixed retention amount shall NOT be expressed in terms of a percentage of the premium. *[Remove this note from the final contract].***

B.3.2 Retention Amounts **per separate premium paid** per single employee and per family plan.

Period of Performance	Single Employees (Self Only)	Family Plan
Base Period	---	
Option Year 1	---	
Option Year 2	---	
Option Year 3	---	
Option Year 4	---	
<b>GRAND TOTAL</b>		

B.4. Economic Price Adjustment-Health Insurance Premiums.

B.4.1. Premium Adjustment based on Experience - For health insurance, prices may be adjusted upward or downward based on the experience rating of the Mission(s) covered by this contract. No adjustment will be allowed during the first twelve months. After such time, the contractor or the Government may request an adjustment in premiums on an annual basis. Before any such adjustment is made, the contractor agrees to provide the Government a balance sheet showing two main components for the time period: (1) receipts (premiums received) minus the retention amount and (2) claims paid. The retention amount is not subject to adjustment. The Government reserves the right to have an independent third party review the balance sheet and make recommendations regarding the appropriateness of the requested adjustment. Any adjustment shall be subject to mutual agreement of the parties and shall result in a written modification to the contract. Any failure to reach agreement under this clause shall be subject to the procedures in the Disputes clause.

B.4.2. Premium Adjustment Based on Laws - The rates may also be adjusted during the performance period of the contract as a result of laws enacted by the host Government, if such change in the laws has a direct impact on the cost to the contractor to perform this contract at the contracted rate. In that event, the Contracting Officer may enter into negotiations with the Contractor to modify the contract to adjust the premium rate. The contractor agrees to provide all documentation necessary to support any requested adjustment.

B.4.2.1 Employee Pool – This clause is only in effect if the contractor included details in its offer regarding a pooling arrangement, of which this contract is a part.

Before any adjustment is made under this price adjustment clause, the Contractor must include in its proposal for adjustment, details setting forth how the pool impacts the request for equitable adjustment.

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2. Except as provided herein, all terms and conditions of the Solicitation referenced in Item 9a. above, as heretofore changed, remains unchanged and in full force and effect.

3. Nothing follows.

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